

Chronology

INTERPACE CORPORATION

Clinton Pit
M/049/006
Utah County

and

Pleasant View Mine
M/057/003
Weber County

DOGMI
MINERALS PROGRAM
FILE COPY

(last revised December 19, 1990)

January 26, 1989

Board of Oil, Gas and Mining conditionally approves the amount and form of surety proposed by Interpace for the Clinton Pit and Pleasantview Mine combined. Conditions of the approval were: 1) Following the semiannual escrow payment schedule (copy attached), 2) Completion of the required surety forms. (On December 12, 1988, the Division received an Irrevocable Standby Letter of Credit (LOC) to be used as reclamation surety for both mines, in the amount of \$25,000. The LOC is automatically extended until the expiration date of 12/9/93).

February 3, 1989

Request for 1988 annual reports for both mines.

March 24, 1989

Registered letter to Interpace regarding the conditions of Board approval. A Reclamation Contract and Collateral Bond Agreement (Exhibit B) were enclosed. These forms were to be completed and returned to the Division no later than 4/28/89.

April 5, 1989

Both 1988 annual reports were received.

April 28, 1989

Received 4/27/89 letter from Interpace with a signed Reclamation Contract. The Collateral Bond Agreement has not been signed because Interpace will not be providing Letters of Credit, but intends to deposit \$50,000 cash by 6/30/89. The appropriate documentation for setting up an escrow account is requested if necessary.

NOTE:

As of this date, the Reclamation Contract has not been signed by the Division nor the Board.

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Interpace Corporation
Clinton Pit & Pleasantview Mine
M/049/006 & M/057/003

May 31, 1989	Staff note to Assistant Attorney General with the completed Reclamation Contract and a proposed escrow agreement (attached). Interpace is to deposit \$50,000 by the end of June at which time the Division will release the \$25,000 LOC currently held. It is suggested that a generic Exhibit "B" be sent out and have the bank submit the actual escrow agreement. The Assistant Attorney General is to review the Exhibit "B" for any problems.
NOTE:	The 5/31/89 note and 4/28/89 materials were found on 12/19/90. They were not filed properly.
September 13, 1989	File memo documenting 9/12/89 meeting at the Clinton site. Seventeen (17) acres of regrading north of the West Cut was being completed. The recommended seed mix for the site is given.
September 15, 1989	Letter to Interpace regarding the reclamation estimate for the Clinton Mine. With the recent regrading work, the revised reclamation estimate is \$52,000 in 1994 dollars. Seeding is recommended the week of October 23. The revised estimate reduces the total liability for both mines to \$80,000. The Division will contact Interpace when the proper forms are available to handle their surety.
November 16, 1989	File memo regarding 11/15/89 site inspection of the Clinton Pit. The regraded area was being drill seeded with limited success due to a hardened crust on the ground and clogging of the seeder. It is recommended that this seeding effort be evaluated next summer for success.
January 5, 1990	Request for 1989 annual reports for both mines.
January 22, 1990	Received annual reports for both mines.

jb
Attachment

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Proposed reclamation surety escrow schedule
for the Clinton and Pleasant View Mines:

Date		Amount Received	Total Amount Held	Percent of Total
December	1988	25,000	25,000	21.2
June	1989	25,000	50,000	42.3
December	1989	25,000	75,000	63.5
June	1990	25,000	100,000	84.7
December	1990	18,100	118,100	100.0

FROM THE PACKAGE PREPARED FOR THE BOARD 1/9/89